

**Second
Quarter Report
Diversified
Investment Funds
April 1 to
June 30, 1972**

INTERNATIONAL TRUST COMPANY

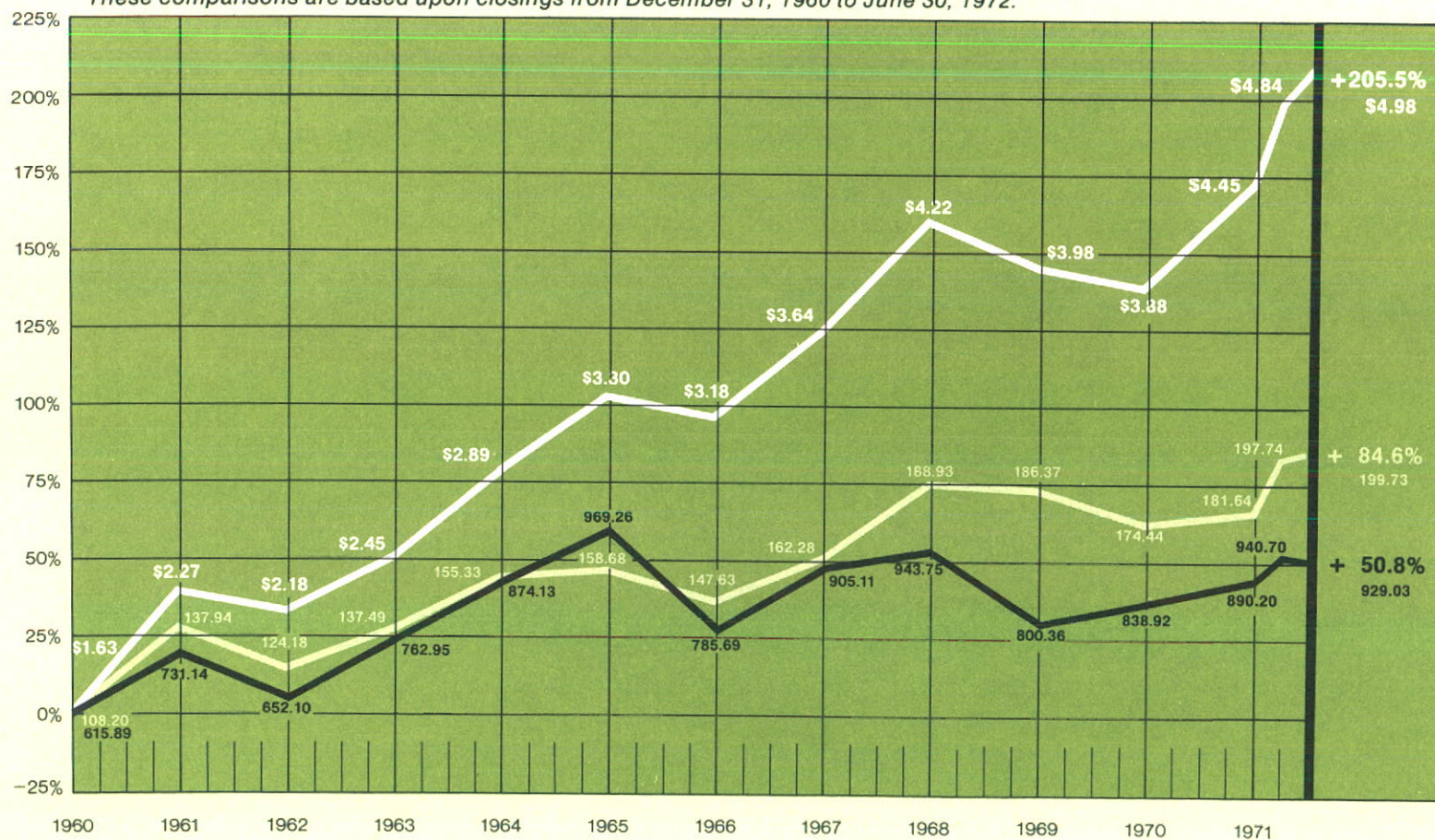
2

Andreae Equity Investment Fund Limited

Comparisons between

	GRAPH COLOUR	VALUE JUNE 30/72	VALUE DEC. 31/60	PERCENT CHANGE SINCE DEC. 31/60
Andreae Equity Fund (Excl. Div.)	□	\$ 4.98	\$ 1.63	+ 205.5 %
TSE Industrial Index	■	199.73	108.20	+ 84.6 %
Dow Jones Industrial Average	■	929.03	615.89	+ 50.8 %

These comparisons are based upon closings from December 31, 1960 to June 30, 1972.





The economic recovery which began in the first quarter of 1971 is continuing at a slow but steady pace. It is also becoming more broadly based, and as we move through the second half of 1972, inventory accumulation and capital spending should start to make a more important contribution to total economic growth.

Gross National Product in current dollars grew at an annual rate of 8.8% in the first quarter, slightly better than the 8.4% annual rate experienced in the fourth quarter of 1971, and just slightly below the 8.9% rate recorded for all of 1971. This rate of growth should accelerate as 1972 progresses.

In dollar figures, Canadian GNP was at a seasonally adjusted annual rate of \$98.7 billion in the first quarter of 1972. We expect that the growth will be in the order of 10% by year end, and GNP will exceed \$100 billion for 1972 as a whole.

Inflation rose at an annual rate of 4.4% in the first quarter of 1972, about the same rate as the fourth quarter of 1971. Inflation is showing an unpleasant tendency to accelerate. For the whole of 1971 the GNP implicit price index was rising at a more modest 3.2% rate and we expect a higher rate of inflation by the time we get to the end of 1972.

Real growth of GNP in the first quarter of 1972 was 4% annually compared to 3.2% in the fourth quarter of 1971. It was, however, below the gain of 5.5% recorded for the whole of 1971. The really weak segment of the economy in the first quarter, as indeed it had been through 1971, was the current account balance. Canada's trade account in the first quarter dropped roughly 60% from the fourth quarter of 1971, and this trend was continuing in the second quarter of 1972.

It is interesting to note that, if one excludes the current account balance, the annual rate of real growth in the last six months was 9.1%, compared with 6.3% for all of 1971 on the same basis. One would assume that domestic business is better than the overall figures indicate.

There are some positive aspects to the trade position. Exports to the U.S. have been increasing, and the growing strength of the U.S. economy is a dominant factor in the Canadian recovery. Also, it appears that Europe and Japan are moving out of their recessions, and this should stimulate a greater demand for Canadian exports.

In this setting it is a bit disturbing to see the Canadian dollar so strong. A deteriorating current account balance should cause the dollar to go down and the fact it is not doing so is a result of a strong inflow of both long and short term capital. Partly this is speculative money, partly, it is interest rate conscious funds moving in when Canadian yields are better and partly it is Canadian corporations and governments borrowing outside.

This could keep the Canadian dollar strong for some time. To the extent it does so, it works against Canadian exporters and so makes it more difficult to bring our current account into balance.

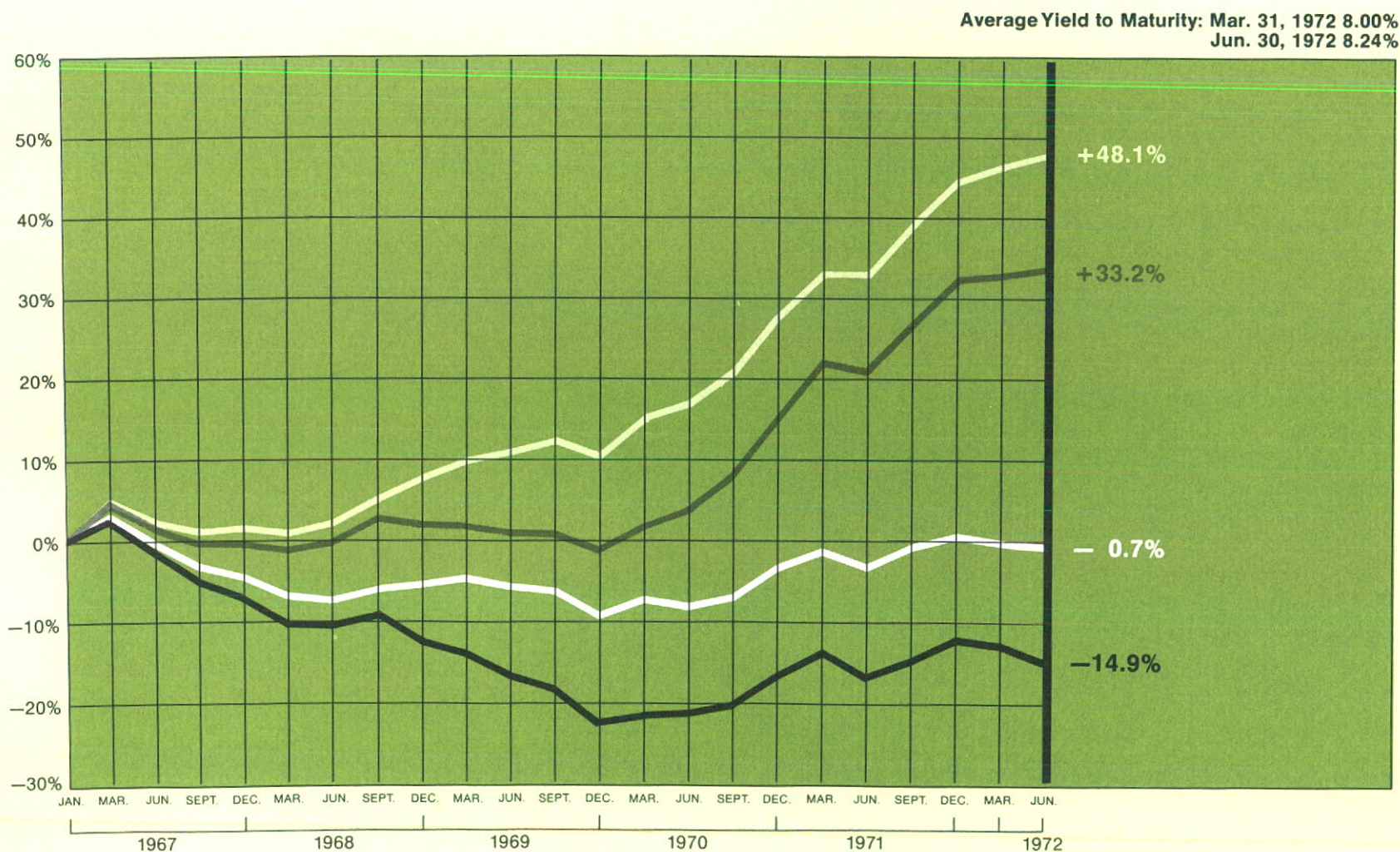
The domestic economy is moving ahead strongly. The addition to non farm business inventories of \$1.1 billion in the first quarter of 1972 was one of the largest recorded since the mid 1960's. We fully expect that businessmen will continue to add to inventories as 1972 progresses, and either late this year, or early in 1973 capital spending will start to increase and become a factor in the total economic expansion. It would appear likely that business generally is gathering momentum for a period of growth which could last for several years.

CONTENTS	PAGE
Fixed Income Fund	
Comparisons with 40 Bond Index and Canada 5¾ % Sept. 1/92..	2
Investment Portfolio	3
Portfolio Analysis	4
Canadian Equity Fund	
Comparison with TSE Industrial Index	5
Investment Portfolio	6
Portfolio Analysis	7
International Equity Fund	
Comparison with DJIA	8
Investment Portfolio	9
Portfolio Analysis	10
Special Situations Fund	
Comparisons with TSE and DJIA	11
Investment Portfolio	12
Unit Values	13

Fixed Income Fund

Comparisons between

	GRAPH COLOUR	VALUE JUNE 30/72	VALUE MAR. 31/72	PERCENT CHANGE OVER QUARTER	PERCENT CHANGE SINCE INCEPTION
Fixed Income Fund	□	\$ 9.93	\$ 10.00	— 0.7%	— 0.7%
Fixed Income Fund (Incl. Income)	■	\$ 14.81	\$ 14.64	+ 1.2%	+ 48.1%
40-Bond Index	■	56.56	57.40	— 1.5%	—14.9%
40-Bond Index (Incl. Income)	■	218.64	217.32	+ 0.6%	+ 33.2%



Bonds/Convertible Bonds 91% Par Value		Market Value June 30, 1972	Bonds/Convertible Bonds 91% Par Value		Market Value June 30, 1972
\$200,000	Prov. of Alta. 8½% Apr. 15/90		\$500,000	General Motors Accept. 7¼% Apr. 28/75	\$ 500,000
	Prepay Apr. 15/75	\$ 213,000	150,000	Gulf Oil 8½% Dec. 1/89 Prepay Dec. 1/74	155,250
100,000	Alta. Mun. Fin. 8% Nov. 1/74		200,000	Gulf Oil 8½% Sept. 15/75	
	Ext. Nov. 1/89	102,000		Ext. 8½% Sept. 15/90	209,000
100,000	Alta. Mun. Fin. 8½% Jun. 1/90		200,000	Home Oil Conv. 5½% Feb. 1/92	210,000
	Prepay Jun. 1/75	104,500	100,000	Imperial Oil 8½% Aug. 15/89	
150,000	Man. Hydro 9% Apr. 1/90 Prepay Apr. 1/75	160,500		Prepay Aug. 15/74	104,000
150,000	N.B. Elec. Pwr. Comm. 9% Aug. 1/75		200,000	Intl. Nickel 9¼% Oct. 1/90	211,000
	Ext. Aug. 1/90	157,500	350,000	Intl. Nickel 8½% Jun. 30/91	355,250
250,000	Prov. of Nova Scotia 8½% Aug. 1/94	261,108	300,000	Interprovincial Pipe Line 9½% Dec. 1/90	318,000
200,000	Hydro Elec. Pwr. Comm. of Ont.		300,000	John Labatt 9¼% Sept. 1/90	316,500
	9% Apr. 1/94	216,000	200,000	Maritime Tel. & Tel. 8¼% Jun. 15/77	
400,000	Hydro Elec. Pwr. Comm. of Ont.			Ext. Jun. 15/90	205,000
	7½% Apr. 5/97	378,000	225,000	Molson Industries 8¼% Nov. 1/91	222,750
200,000	Prov. of Sask. 8¾% Dec. 1/90	212,000	100,000	N.B. Tel. 9¼% Jun. 1/90 Prepay Jun. 1/75	104,000
100,000	Alta. Gas Trk. Conv. 7½% Feb. 1/90	145,000	200,000	Noranda Mines 9¼% Oct. 15/90	212,000
400,000	Alum. Co. of Canada 9½% Jan. 2/91	426,000	139,000	Northern Electric 9½% Apr. 30/90	147,340
500,000	Bank of Montreal 7%		260,000	Pacific Petroleum Conv. 5% May 1/92	296,400
	Apr. 1/78—7½% Apr. 1/92	487,500	350,000	Royal Bank of Canada 7% Apr. 15/91	
400,000	Bank of Nova Scotia			Prepay Apr. 15/77	341,250
	6¾% Jul. 1/78—7% Jan. 1/92	382,000	200,000	Simpsons-Sears Limited 7¼% Feb. 15/91	187,000
100,000	Bell Canada 9% Jan. 15/89 Prepay Jan. 15/76	107,000	100,000	Simpsons-Sears Acc. 9½% Feb. 1/90	
300,000	Bell Canada 9½% Aug. 14/90	325,500		Prepay Feb. 1/75	106,500
300,000	Bell Canada 8% Nov. 15/94	291,000	400,000	Steel Co. Canada 9¼% Nov. 1/90	424,000
300,000	Beneficial Fin. Co. of Canada 9% Jan. 2/91		225,000	Trans-Canada Pipe. 10% Jun. 20/90	245,250
	Prepay Jan. 2/76	310,500	200,000	Trans-Canada Pipe. 9¾% Sept. 20/90	216,000
100,000	B.C. Tel. 9½% Apr. 1/90 Prepay Apr. 1/75	106,000	100,000	Westcoast Transmission Conv. 7½%	
100,000	Canada Cement Lafarge 9½% Oct. 15/90	106,000		Jan. 1/91	125,000
120,000	Consumers Gas Conv. 5½% Feb. 1/89	114,000			\$10,625,598
200,000	Distillers Corp.—Seagrams Ltd.		Reserve—9%		
	7% Dec. 15/78	194,000		Cash & Short-Term Notes	\$ 1,063,660
100,000	Distillers Corp.—Seagrams Ltd.				\$ 1,063,660
	7½% Dec. 15/91	93,500			
300,000	Dominion Foundries and Steel 9% Feb. 1/91	313,500			
200,000	T. Eaton Acceptance 8¾% Jul. 15/74				
	Ext. Jul. 15/79 or Jul. 15/84	208,000			
				Total Assets as at Market June 30, 1972	\$11,689,258



Portfolio Review and Analysis

The Fixed Income Fund declined 0.7% during the second quarter of 1972. This is the same as experienced by the Fund during the first quarter of the year and compares with declines in the McLeod, Young, Weir 40-Bond Index of 1.7% and 1.5% respectively.

Short-term rates rose sharply during the quarter under the influence of strong bidding by the chartered banks for deposits which at times exceeded the prime rate of 6%. This anomaly was corrected in mid June with agreement reached between the banks to reduce their bids on deposits to the 5% to 5½% range depending upon maturity. The Bank of Canada was happy to see this occur in view of the fact that these abnormal rates were causing a substantial inflow of short-term funds into the country resulting in upward pressure on the value of the Canadian dollar. With the international monetary uncertainties and with the Canadian market being one of the few remaining free from some form of exchange or capital flow control, there was no need for further aggravation due to banks competing for deposits. This has been

corrected, and while agreed upon rates by the banks may result in some artificiality, there is a more normal market returning.

Long-term interest rates, while moving higher during the period as a whole, actually saw a reasonable degree of stability as most of the upward movement took place early in April and was a continuation of the erosion that occurred in the first quarter of the year. The market is still nervous and the potential problems of increased inflation continue to plague it. Further, the extraordinary increases in money supply tend to make long-term investors wary of the future. On the demand side, pressure on the market has been relatively light. During the quarter, a number of provinces decided to take advantage of lower rates and availability in foreign markets. Domestic borrowing from this sector was small. Corporate borrowing saw a number of substantial issues, however, in total, they did not represent excessive demand upon the market.

The outlook for the fixed income market over the coming quarter is for relative stability. We would not argue that short-term rates will

again begin to move up although we feel that this period of stability may last longer than most people think. In the long-term area, most predictions are for increased rates. We do not share this view. We began the year feeling that top grade corporate bonds would reach the 8½% level. Currently this is where they are, and we feel that this rate will hold so that we are not prepared to change our view of the overall rate levels for 1972. We feel that the current level sufficiently discounts the inflationary aspect, and while we realize that international

monetary problems will continue to be with us, we do not look for them to have any substantial adverse effect upon fixed income markets. If further problems arise, it may be necessary for the institution of some form of exchange or short-term capital control. Although we may not like it, it is difficult for us to play by different rules than the other participants in the international monetary game. Also, we continue to expect that the initiation of some form of an "incomes" policy is likely should inflation become more rampant.

Portfolio Composition

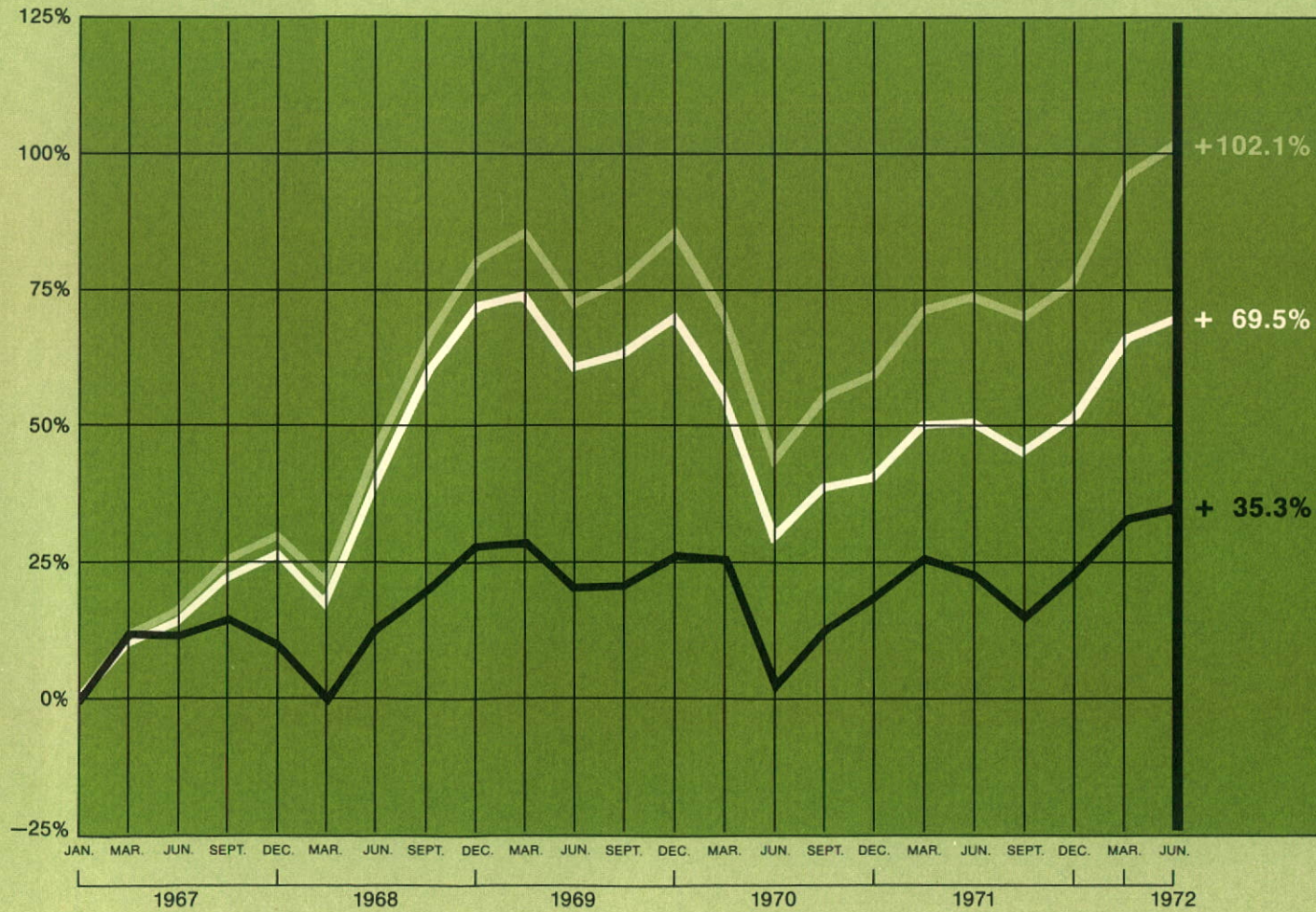
	Mar. 31, 1972	June 30, 1972
Reserve	15%	9%
Provincials	17%	15%
Corporates	62%	68%
Conv. Debs.	6%	8%
	100%	100%

Canadian Equity Fund



Comparisons between

	GRAPH COLOUR	VALUE JUNE 30/72	VALUE MAR. 31/72	PERCENT CHANGE OVER QUARTER	PERCENT CHANGE SINCE INCEPTION
Canadian Equity Fund	□	\$ 16.95	\$ 16.60	+ 2.1%	+ 69.5%
Canadian Equity Fund (Inc. Income)	■	\$ 20.21	\$ 19.67	+ 2.7%	+ 102.1%
TSE Industrial Index	■	199.73	197.74	+ 1.0%	+ 35.3%



Canadian Equity Fund

Investment Portfolio

Par Value Shares	Convertible Securities or Common Stocks	Market Value June 30/72	Par Value Shares	Convertible Securities or Common Stocks	Market Value June 30/72
Capital Goods—45.6%			Technology—5.4%		
70,000	Abitibi Paper Co. Ltd.	\$ 630,000	30,000	Moore Corporation Limited	\$ 1,421,250
15,000	Alcan Aluminium Limited	294,375			\$ 1,421,250
10,000	Bethlehem Copper Corp.	193,750	Consumer Products & Services—39.1%		
45,000	Cadillac Development Corporation Ltd.	444,375	20,000	Bank of Nova Scotia	\$ 690,000
25,000	Canadian Pacific Limited	393,750	15,000	Canadian Cablesystems Ltd.	307,500
15,000	Canadian Superior Oil Ltd.	675,000	45,000	Canadian Imperial Bank of Commerce	1,181,250
\$200,000	Chieftain Dev. Co. 6% 6/30/79 Conv. Debs.	172,000	26,000	Commonwealth Holiday Inns of Canada Ltd.	318,500
7,500	Dome Petroleum Ltd.	304,687	20,000	Distillers Corporation-Seagrams Ltd.	702,500
10,200	Dominion Bridge Co. Ltd.	290,700	15,000	The Great-West Life Assurance Company	990,000
20,000	Dominion Foundries & Steel Ltd.	540,000	20,000	Maclean-Hunter Limited CI A	292,500
31,500	Domtar Limited	456,750	35,000	Molson Industries Ltd. CI A	936,250
25,000	Genstar	346,875	25,000	Royal Bank of Canada	775,000
14,000	Hudson's Bay Mining & Smelting	287,000	10,000	The Royal Trust Company	365,000
10,000	Hudson's Bay Oil & Gas Co. Ltd.	413,750	22,800	Southam Press Limited	524,400
20,000	Husky Oil Ltd.	287,500	25,000	Standard Broadcasting Corporation Ltd.	378,125
15,000	Imperial Oil Ltd.	549,375	18,000	Thompson Newspapers Limited	702,000
50,000	International Nickel Co. of Canada Ltd.	1,568,750	20,000	Toronto-Dominion Bank	620,000
10,000	Mattagami Lake Mines Ltd.	338,750	12,000	Toronto Star Ltd. B.	555,000
13,200	McIntyre-Porcupine Mines Ltd.	805,200	13,200	Hiram Walker-Gooderham & Worts Ltd.	580,800
18,000	Pacific Petroleum Ltd.	702,000	\$225,000	Woodward Stores Limited	
10,000	Placer Development Ltd.	402,500		6.75% 9/1/89 Conv. Debs.	315,000
5,000	Shell Canada Ltd. CI A	223,125			\$10,233,825
6,000	Shell Investments Ltd. 5½% Conv. Pfd.	267,000	Reserve—2.0%		
40,000	The Steel Co. of Canada Ltd.	1,335,000		Cash & Short Term Notes	\$ 528,004
		\$11,922,212			\$ 528,004
Regulated—7.9%			Total Assets as at Market June 30, 1972		
\$500,000	The Alberta Gas Trunk Line Co. Ltd.				\$26,171,541
	7.5% 2/1/90 Conv. Debs.	\$ 725,000			
30,000	Interprovincial Pipe Line Co.	903,750			
\$350,000	Westcoast Transmission Co. Ltd.				
	7½% 1/1/91 Conv. Debs.	437,500			
		\$ 2,066,250			



Portfolio Analysis

Portfolio Review

Portfolio Balance

	June 30/71	Mar. 31/72	June 30/72
Convertible Securities	8.7%	6.4%	7.5%
Common Stocks	90.7	93.0	90.5
Reserve	0.6	0.6	2.0
	100.0%	100.0%	100.0%

Portfolio Composition

	June 30/71	Mar. 31/72	June 30/72
Capital Goods	33.2%	41.7%	45.6%
Regulated	19.6	11.2	7.9
Consumer Products & Services	42.1	43.2	39.1
Technology	4.5	3.3	5.4
Reserve	0.6	0.6	2.0
	100.0%	100.0%	100.0%

Largest Common Stock Holdings as at June 30, 1972 (By Market)

	Percent of Total Portfolio
International Nickel Co. of Canada	6.0%
Moore Corporation	5.4%
The Steel Co. of Canada Ltd.	5.1%
Canadian Imperial Bank of Commerce	4.5%
The Great-West Life Assurance Company	3.8%

The Canadian Stock Market moved sideways during the second quarter of 1972.

The Toronto Stock Exchange Industrial Index actually rose 1.0% from the close at March 31st of 197.74 to the close at June 30th of 199.73, but the index had moved both higher and lower than these terminal points during the quarter.

To put it in a slightly longer term perspective, Canadian stock prices made an important bottom last November. They moved up strongly during December, January and February and reached a level just under 205 on the T.S.E. Index in the first week of March. Since then there has been no dominant trend up or down.

This relatively quiet period of the second quarter was used to accumulate stocks, and we followed this policy with our cash flow.

The cash reserve position, which was .6% at the end of the first quarter, remained low and was 2.0% at June 30.

Our major policy change of this year has been to increase the cyclical content of the portfolio, a move which had largely been accomplished by the end of the first quarter. At that time the cyclical sector was a little over 25% and by the end of the second quarter it was 30.1%.

In the general cyclical groups we continued to emphasize metals. This section has moved from 4.8% at December 31 to 10.7% at March 31 to 14.9% at June 30. During the quarter there were several periods of weakness in bank stocks which were used to increase our positions. At June 30 banks accounted for 12.5% of the total portfolio.

Also during the second quarter we sold the remaining position in Bell Canada thus eliminating utilities from the portfolio. The funds were used in more aggressive stocks in keeping with our basic strategy. During the quarter the price of gold on the free market rose dramatically to over \$60 an ounce. This was at least partly reflected in the price of Dome Mines which we had been holding in the portfolio for just such an eventuality. This stock was sold and the funds reinvested in other groups.

International Equity Fund

Comparisons between

	GRAPH COLOUR	VALUE JUNE 30/72	VALUE MAR. 31/72	PERCENT CHANGE OVER QUARTER	PERCENT CHANGE SINCE INCEPTION
International Equity Fund	□	\$ 13.46	\$ 13.30	+ 1.2%	+ 34.6%
International Equity Fund (Incl. Income)	■	\$ 15.37	\$ 15.14	+ 1.5%	+ 53.7%
Dow Jones Industrial Average	■	929.03	940.70	- 1.3%	+ 18.2%



International Equity Fund



Investment Portfolio

Par Value Shares	Convertible Securities or Common Stocks	Market Value June 30/72
---------------------	--	----------------------------

Capital Goods—18.4%

714	Air Products & Chemicals Inc.	\$ 51,532
6,000	Amerada Hess Corporation	292,638
9,000	Armstrong Cork Company	321,458
6,000	Atlantic Richfield Company	325,892
9,200	F.M.C., Corporation	231,154
4,900	Ford Motor Company U.S.	308,391
10,200	General Electric Company	660,800
3,000	General Motors Corporation	221,326
500	Harris Intertype	26,727
13,000	Huyck Corporation	411,491
6,000	Sybron Corp.	196,570
		<u>\$ 3,047,979</u>

Consumer Products & Services—30.4%

1,500	American Home Products Corporation	\$ 157,219
7,200	American Hospital Supply Corporation	344,958
1,000	A.R.A. Services, Inc.	170,952
5,000	Avon Products Incorporated	562,860
6,500	Citizens & Southern National Bank	235,367
2,700	Coca-Cola Company	355,156
6,000	Dayton-Hudson Corporation	189,180
6,000	Federated Department Stores, Inc.	288,204
1,500	Firestone Tire & Rubber Co.	32,700
2,582	First National Bank of Dallas	190,170
6,100	General Mills, Inc.	304,277
350	S.S. Kresge Co.	43,797
16,500	Marcor Inc.	388,152
1,500	Norton Simon Inc.	49,697
4,000	Pabst Brewing Company	394,125
25,900	Ramada Inns, Inc.	561,431
4,000	Schering-Plough Corp.	459,156
8,000	Travelers Corporation	298,550
		<u>\$ 5,025,951</u>

Par Value Shares	Convertible Securities or Common Stocks	Market Value June 30/72
---------------------	--	----------------------------

Technology—39.6%

4,400	A.M.P. Incorporated	\$ 424,867
5,600	Eastman Kodak Company	731,792
4,600	Eli Lilly & Company	301,407
4,615	International Business Machines Corporation	1,782,509
8,700	International Telephone & Telegraph	446,827
6,000	Minnesota Mining & Manufacturing Company	450,780
7,000	National Cash Register Company	218,986
10,000	Perkin-Elmer Corporation	396,588
12,500	Rank Organization Ltd. "A"	312,500
3,000	Texas Instruments Inc.	498,814
6,700	Xerox Corporation	995,190
		<u>\$ 6,560,260</u>

Regulated—5.2%

10,000	Allegheny Power System, Inc.	\$ 206,916
8,000	Continental Telephone Corporation	165,533
5,000	Ohio Edison Company	104,689
11,600	Southern California Edison Company	275,740
7,000	United Telecommunications, Incorporated	116,390
		<u>\$ 869,268</u>

Reserve—6.4%

Cash & Short Term Notes	\$ 1,054,195
	<u>\$ 1,054,195</u>

Total Assets as at Market June 30, 1972 **\$16,557,653**

International Equity Fund

Portfolio Analysis

Portfolio Balance

	June 30/71	Mar. 31/72	June 30/72
Convertible Securities	0.1%	Nil	Nil
Common Stocks	92.8	97.6%	93.6%
Reserve	7.1	2.4	6.4
	100.0%	100.0%	100.0%

Portfolio Composition

	June 30/71	Mar. 31/72	June 30/72
Capital Goods	21.1%	19.4%	18.4%
Regulated	6.7	6.5	5.2
Consumer Products & Services	30.1	30.3	30.4
Technology	35.0	41.4	39.6
Reserve	7.1	2.4	6.4
	100.0%	100.0%	100.0%

Largest Common Stock Holdings as at June 30, 1972 (By Market)

	Percent of Total Portfolio
International Business Machines Corporation	10.8%
Xerox Corporation	6.0%
Eastman Kodak Company	4.4%
General Electric Company	4.0%
Avon Products Incorporated	3.4%

Portfolio Review

Stock prices in the United States swung up and down without a definite trend during the second quarter of 1972.

The Dow Jones Industrial Index moved between roughly 925 and 970. On a point to point basis it went from 940.70 at the end of March to 929.30 at the end of June. This is a decline of 1.2%.

The New York Stock Exchange Composite Index, a broad measure of the market, moved in a very narrow range during the quarter. It closed at 59.68 at the end of March, and was down only .6% at the end of June, when it was 59.31. During the quarter the economic recovery in the United States gained momentum, a fact the market had probably anticipated in the substantial rise from November 1971 to March 1972. The slow sideways movement of the second quarter would appear to be a consolidation following this strong rise. It probably reflected investors concern about the candidacy of Senator McGovern, and the unsettling of international currency arrangements with the floating of the pound.

Despite these disturbing events, business in the United States has continued to gather strength. The real growth of GNP was at an annual rate of 5.6% in the first

quarter and price increases were restrained in March and April. Consumer prices rose at a 2.4% annual rate in April, after no change in March on a seasonally adjusted basis.

Employment trends have been picking up. All major industry sectors except mining showed faster rates of growth in employment in the eight months ending in April than they did in the first nine months of the recovery.

A rise of 15% in after tax corporation profits still seems a realistic expectation for this year and stock prices do not yet seem to have reflected this.

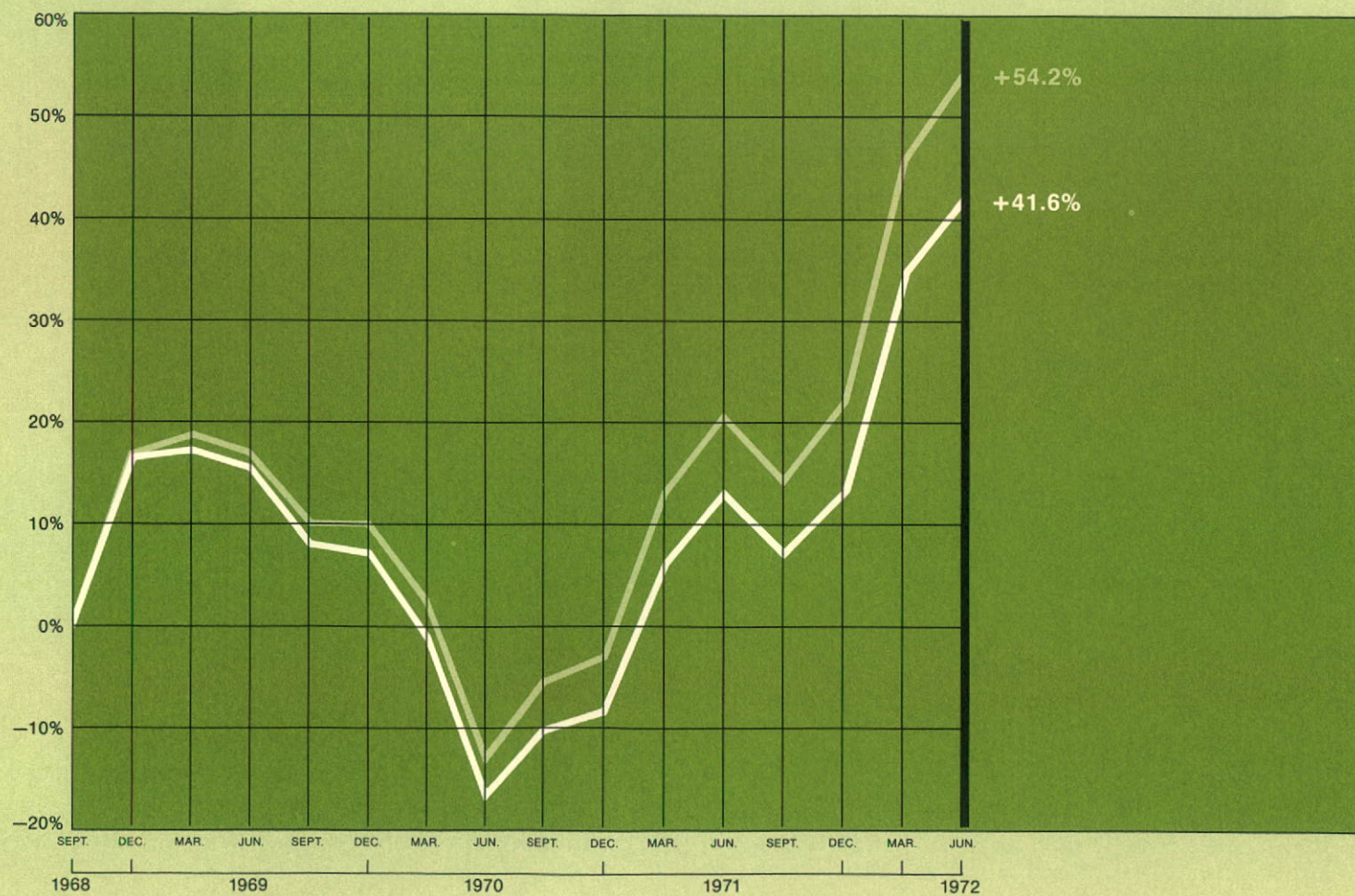
There was little change in the portfolio during the quarter. The position in Polaroid was sold late in the quarter, and the funds had not been reinvested at the month end so that the cash position was somewhat larger than it had been at the end of the first quarter.

Special Situations Fund



Comparisons between

	GRAPH COLOUR	VALUE JUNE 30/72	VALUE MAR. 31/72	PERCENTAGE CHANGE OVER QUARTER	PERCENTAGE CHANGE SINCE INCEPTION
Special Situations Fund	□	\$ 14.16	\$ 13.44	+ 5.3%	+ 41.6%
Special Situations Fund (Incl. Income)	■	\$ 15.42	\$ 14.57	+ 5.8%	+ 54.2%



Special Situations Fund

Investment Portfolio

Par Value Shares	Convertible Securities or Common Stocks	Market Value June 30/72	Par Value Shares	Convertible Securities or Common Stocks	Market Value June 30/72
Consumer Products & Services—41.4%			Capital Goods—55.6%		
4,000	CFCN Communications Ltd.	\$ 49,000	2,500	Bow Valley Industries Ltd.	\$ 76,563
3,000	Commonwealth Holiday Inns of Canada Limited	36,750	10,000	Aliminex Limited	53,000
2,000	Crown Life Insurance Company	93,000	20,500	Bovis Corporation Ltd.	35,875
7,500	E-L Financial Corporation Limited	67,500	5,000	T.G. Bright & Co. Limited	102,500
5,000	Maclean-Hunter Cable TV Limited	85,625	4,000	Canadian Industries Ltd.	66,000
5,000	The Montreal City & District Savings Bank	86,250	3,000	Copeland Process Ltd.	12,000
4,000	Mortgage Investments Corporation, Canada	102,000	15,000	Dawson Developments Ltd.	114,375
10,000	Nordair Ltd.	61,250	5,000	Dynasty Explorations Ltd.	49,750
4,000	Provincial Bank of Canada	70,500	9,000	Gesco Distributing Ltd.	54,000
6,100	Q. Broadcasting Ltd. "A"	52,613	5,000	Genstar Limited	69,375
6,000	J.M. Schneider Limited "B" Pfd.	60,000	1,700	Great Plains Developments	51,000
4,000	Scott's Restaurants Co. Limited	72,000	25,000	Indian Mountain Metal Mines Ltd.	13,750
3,000	Selkirk Holdings Limited "A"	72,750	7,000	Interprovincial Steel & Pipe	96,250
5,000	Velcro Industries Ltd.	88,125	5,000	Keeprite Products Limited "A"	85,000
		\$ 997,363	5,000	C.A. Pitts Engineering Construction Ltd.	86,875
			8,000	Preston Mines Limited	84,000
			3,000	Ranger Oil Canada Ltd.	52,125
			2,400	Riverside Yarns Limited "A"	9,600
			3,600	Riverside Yarns Limited	10,800
			3,000	Scurry Rainbow Oil Limited	43,875
			20,000	Spar Aerospace	71,000
			15,000	Western Mines Limited	49,500
			5,000	White Pass & Yukon Corp. Ltd.	55,000
					\$ 1,342,213
Technology—0.5%			Reserve—2.5%		
7,100	AGT Data Systems Limited	\$ 12,425		Cash & Short Term Notes	\$ 60,056
		\$ 12,425			\$ 60,056
				Total Assets as at Market June 30, 1972	\$ 2,412,057

Unit Values of Diversified Investment Funds Since Inception



Fixed Income Fund

Canadian Equity Fund

International Equity Fund

Special Situations Fund

	UNIT VALUE	INCOME QTR/MO.	VALUE INCL. INC.	UNIT VALUE	INCOME QTR/MO.	VALUE INCL. INC.	UNIT VALUE	INCOME QTR/MO.	VALUE INCL. INC.	UNIT VALUE	INCOME QTR/MO.	VALUE INCL. INC.
1966 Dec. 31	\$10.00		\$10.00	\$10.00		\$10.00	\$10.00		\$10.00			
1967 Mar. 31	10.35	\$.15250	10.50	11.02	\$.08496	11.11	11.34	\$.07453	11.42			
Jun. 30	9.93	.15802	10.24	11.45	.06572	11.61	11.55	.03725	11.67			
Sept. 30	9.64	.15580	10.10	12.25	.08703	12.51	12.60	.05288	12.79			
Dec. 31	9.52	.15734	10.14	12.65	.09396	13.02	13.28	.05561	13.54			
1968 Mar. 31	9.31	.15230	10.08	11.70	.04903	12.09	11.70	.08460	12.01			
Jun. 30	9.27	.15638	10.20	13.82	.11686	14.41	13.01	.08619	13.44			
Sept. 30	9.40	.14994	10.51	15.80	.08629	16.57	13.05	.04973	13.54			
Dec. 31	9.45	.14652	10.73	17.06	.11004	18.00	13.67	.05368	14.24	\$10.00		\$10.00
1969 Mar. 31	9.52	.16292	11.00	17.43	.15656	18.56	12.43	.06699	13.02	11.61	\$.06317	11.68
June 30	9.42	.16498	11.07	16.17	.15326	17.37	11.90	.06998	12.53	11.70	.04916	11.82
Sept. 30	9.37	.18507	11.23	16.39	.16343	17.79	11.62	.12530	12.37	11.52	.07071	11.70
Dec. 31	9.05	.20602	11.09	16.99	.11949	18.57	11.40	.12480	12.27	10.75	.08022	11.00
1970 Mar. 31	9.26	.17651	11.57	15.54	.15469	17.15	10.72	.12092	11.66	10.69	.06092	11.00
June 30	9.18	.18571	11.70	12.93	.13116	14.40	8.76	.11073	9.64	9.86	.09323	10.24
Sept. 30	9.30	.19003	12.10	13.82	.17910	15.60	9.83	.06254	10.89	8.27	.09382	8.69
Dec. 31	9.64	.19492	12.80	14.03	.13295	15.98	10.62	.04831	11.82	8.93	.06813	9.45
1971 Mar. 31	9.82	.19593	13.33	15.03	.12995	17.28	11.84	.05244	13.24	9.12	.05220	9.71
June 30	9.64	.18892	13.31	15.04	.12842	17.44	12.30	.04849	13.81	10.59	.03109	11.31
Sept. 30	9.90	.20070	13.96	14.59	.11095	17.05	11.79	.05142	13.30	11.27	.04918	12.09
Dec. 31	10.06	.19743	14.46	15.19	.10311	17.87	12.32	.05237	13.96	10.67	.02346	11.47
1972 Jan. 31	10.05	.06417	14.54	16.60	.04316	19.67	13.30	.01673	15.14	11.31	.04255	12.21
Feb. 29	10.08	.05696	14.66	16.44	.04942	19.40	12.68	.00757	14.37	12.86	.02340	13.90
Mar. 31	10.00	.06384	14.64	17.04	.02417	20.14	13.13	.02510	14.91	13.58	.00249	14.68
Apr. 30	9.92	.06185	14.61	16.60	.04316	19.67	13.30	.01673	15.14	13.44	.03283	14.57
May 31	9.94	.06459	14.73	16.59	.03088	19.69	13.38	.00593	15.24	14.01	.00110	15.19
June 30	9.93	.06182	14.81	17.09	.03619	20.33	13.57	.02489	15.48	14.32	.02088	15.54
				16.95	.04607	20.21	13.46	.01568	15.37	14.16	.04194	15.42

INTERNATIONAL TRUST COMPANY

AFFILIATED WITH

FIRST NATIONAL CITY BANK

TORONTO

101 RICHMOND STREET WEST

MONTREAL

1015 BEAVER HALL HILL



2